



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Assignment of Rate Agreement between ARKAY Industries, Inc. and the City of Lodi to SSI Schaefer Systems International, Inc. and the City of Lodi

MEETING DATE: April 5, 2000

PREPARED BY: Electric Utility Director

RECOMMENDED ACTION: That the City Council authorize the City Manager to assign the Rate Agreement (contract) between ARKAY Industries, Inc. (ARKAY) and the City of Lodi to SSI Schaefer Systems International, Inc. (SSI) and the City of Lodi.

BACKGROUND INFORMATION SSI has purchased the ARKAY Industries, Inc. Lodi plant effective March 6, 2000. Previously, ARKAY was billed under a contract-type electric rate which allows assignment to another party by mutual agreement .

The Department recommends that ARKAY Industries, Inc. be authorized to assign the contract to SSI Schaefer Systems International, Inc. and that the date of transfer of ownership of the Lodi plant be deemed the date at which the contract rate became effective for SSI. The term of the contract is through December 31, 2001.

FUNDING: None Applicable

Alan N. Vallow
Electric Utility Director

PREPARED BY: Jack Stone, Manager, Business Planning and Marketing

ANV/JS/lst

C: City Attorney
Finance Director

APPROVED: _____

H. Dixon Flynn - City Manager

RESOLUTION NO. 2000-48

A RESOLUTION OF THE LODI CITY COUNCIL
AUTHORIZING THE CITY MANAGER TO ASSIGN THE
RATE AGREEMENT BETWEEN ARKAY INDUSTRIES,
INC., AND THE CITY OF LODI TO SCHAEFER
SYSTEMS INTERNATIONAL, INC. (SSI)

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WHEREAS, Schaefer Systems International, Inc. (SSI) purchased the Arkay Industries, Inc. Lodi plant effective March 6, 2000; and

WHEREAS, Arkay was billed under a contract-type electric rate which allows assignment to another party by mutual agreement; and

WHEREAS, the Electric Utility Department recommends that Arkay Industries, Inc. be authorized to assign the contract to Schaefer Systems International, Inc., with the effective date of March 6, 2000, being the date of transfer of ownership of the Lodi plant to SSI.

NOW, THEREFORE, BE IT RESOLVED, that the Lodi City Council hereby authorizes the City Manager to assign the Rate Agreement between Arkay Industries, Inc., and the City of Lodi to Schaefer Systems International, Inc.

Dated: April 5, 2000

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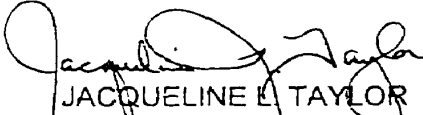
I hereby certify that Resolution No. 2000-48 was passed and adopted by the Lodi City Council in a regular meeting held April 5, 2000 by the following vote:

AYES: COUNCIL MEMBERS – Hitchcock, Land, Nakanishi, Pennino and Mann (Mayor)

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None


JACQUELINE L. TAYLOR
Interim City Clerk